

SUBSECTION (n). Amend Subsection twelve of Section three hundred and twenty-two by adding to the end thereof the following sentence: In the case of taxpayers who keep their accounts and report for income tax purposes on a cash basis, items of expenditure of such nature as specified above in this subsection shall not be allowed as a deduction unless such were actually paid within the income year for which a report is made.

Cash basis.

SUBSECTION (o). Amend Section three hundred and twenty-two by adding thereto the following new subsection:

13. Reasonable amounts paid by employers within the income year to trusts which qualify for exemption under Subdivision ten of Section three hundred and fourteen of this article; *provided*, that amounts which are deductible for Federal income tax purposes shall be prima facie allowable as deductions hereunder; *provided further*, that, in the case taxpayers on the accrual basis, they shall be deemed to have made payments on the last day of the year of accrual if actual payments are made within sixty days after the close of such year. This subsection shall be effective from and after January first, one thousand nine hundred and forty-four.

Amounts paid to certain trusts.

SUBSECTION (p). Amend Section three hundred and twenty-four, Subsection one, Subdivision (e) by striking out the period at the end of the first sentence and adding thereto the following: or is regularly enrolled for fulltime study in a school, college, or other institution of learning.

SUBSECTION (q). Amend Section three hundred and twenty-four, Subsection one, Subdivision (f), by adding to the first paragraph the following: *Provided*, that in cases where two or more trusts have been established for the benefit of the same individual or beneficiaries the exemption allowed each of such trusts shall be such amount as would be determined by dividing one thousand dollars (\$1,000.00) ratably among such trusts in proportion to the corpus of each.

SUBSECTION (r). Amend Section three hundred and twenty-four, Subsection one, by inserting a new subdivision at the end thereof to be designated Subdivision (g), which shall read as follows:

(g) In the case of a divorced person having the sole custody of a minor child or children and receiving no alimony for the support of himself, herself, child, or children two thousand dollars (\$2,000.00).

SUBSECTION (s). Amend Section three hundred and twenty-six by striking out Subsection three and inserting in lieu thereof the following: